FISCAL NOTE

TO: Chief Clerk of the Senate

Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: March 27, 1995

SUBJECT: **HB 218 - SB 234**

This bill, if enacted, will require that each managed care organization which enters into a contract with the state to provide health care services to patients or enrollees in the TennCare Program shall provide a minimum \$10,000 term life policy for each Medicare recipient who is 65 years of age or older and receives benefits through such MCO.

The fiscal impact from enactment of this bill is estimated to be an increase in state expenditures to the TennCare Program as the result of adding this benefit as a mandated benefit under TennCare. The amount of increase would depend upon the number of enrollees who fall under the provisions of the bill and whether federal approval of this mandated benefit could be obtained in order for the federal government to share in the cost. The amount of increase is estimated to exceed \$100,000.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James A. Davenport, Executive Director

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